

May 10th, 2020

# The Opulent Group



2nd Edition

## Trader's Statement

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Going into last week, there was a lot of Bearish sentiment in the market because we saw investors like Warren Buffett saying they have \$150 billion sitting on the sideline. We were also expecting a horrific unemployment rate on Friday and that is what we got at a 15% unemployment rate for April. Yep, the market didn't care. What we saw last week was S&P sectors such as the XLK, which is the tech sector, make strides in an effort for a V shape recovery. We also do see laggards in the market. Just look at the XLF which is the financial sector instill the XLE which is the energy sector.

Looking onto the week ahead, it seems like technology stocks continuing their run and the Financial stocks picking up will be my focus for the week. We have seen a similar bear market bounce in 2008 that resembled this balance. So we are not in the clear for a bull market run yet. But, as economies around the globe start to slowly re-open, the bear sentiment is changing. Especially because the federal reserve continues to pump trillions into the market on a weekly basis. Think of it like the federal reserve putting a floorboard underneath corporate debt. They are providing unlimited support for corporate America right now. I bring up the Fed because we do have several Fed Reserve members speaking this week on Tuesday. Their words can shine a light on the future of the market and the Fed pump we see.

### Important Economic Event Calendar:

## Market News

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- ◆ BlackRock, a billion dollar fund, is about to start buying billions of dollars in corporate bonds for the Fed. (WSJ)
- ◆ Fed unlikely to consider negative interest rates (WSJ)
- ◆ White House considers more stimulus as job losses worsen (Reuters)
- ◆ NY Hospitalization levels rise back to dangerous March levels (CNBC)
- ◆ FDA gives authorization for new antigen test (CNBC)
- ◆ US risking 2nd Corona wave with reopen (CNBC)
- ◆ Gold easing a bit as economy reopens (CNBC)
- ◆ No end to UK Lockdown yet, British PM Johnson says (Reuters)
- ◆ Tesla sues California County in virus factory closure fight (Reuters)
- ◆ White House in talks to get chip making factories in US (Reuters)
- ◆ Microsoft investing \$1.5 Billion into Cloud service (Reuters)
- ◆ 20% of Wendy restaurants are out of Beef (CNBC)
- ◆ Disney sold out Shanghai park reopen on Monday (CNBC)



# The Week Ahead

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# The Week Ahead



## The Week Ahead

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WATCHLIST (05/11-05/15):

<https://elite.finviz.com/screener.ashx?v=211&t=SPCE,AMD,NVDA,SPY,IWM,GDX,GLD,BYND,FB,WORK,TTWO,TS,LA,DDOG,DKNG,ATVI,PTON,SHAK,NVDA,XLK,XLF,ZM,WMT,ROKU,CSCO,NFLX,DIS,FB,AAPL,MSFT>

- ◆ AAPL: \$50 Billion in buybacks & Store reopen. Real bullish news. Channeling up to \$320 if market still rallies. If not, \$300 retest.
- ◆ AMD: Semi sector has been hot. Profit taking last week. Cup and handle setup for AMD. Looking for \$58 break. \$50 support. Easy long calls.
- ◆ ATVI: Bull flagging after monster ER. Looking for next leg up.
- ◆ BYND: Held earning sell off nicely. Market likes BYND meat as food shortages happen. \$146 target.
- ◆ CSCO: On watch for ER. Looking for \$44 breakout.
- ◆ DDOG: ER Monday. Been seeing massive call buying.
- ◆ DIS: Park reopen Monday. Let's see if Disney can handle reopen well.
- ◆ DKNG: On watch for ER. Fresh off ATH.
- ◆ FB: In consolidation. Looking for retest of ER after hour high of \$217.
- ◆ GDX: Channeling up. Long price target of \$46.58. Looking for \$40.68. break first.
- ◆ GLD: Same with GDX. Channeling up. 52 week high at \$164.42 is target.
- ◆ IWM: Upside Gap fill incoming. On watch with general market.
- ◆ MSFT: Just 3% off ATH. Will watch for continuation.

## The Week Ahead

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### WATCHLIST (05/11-05/15):

- ◆ NFLX: Completed nice pull back to \$400 support now it looks like ready to break ATH at \$449.52 if it can break \$442.32
- ◆ NVDA: Strong day Friday. Right by ATH. Looking for break at \$316.33
- ◆ PTON: Small sell off after monster ER. Looking for \$45 break.
- ◆ ROKU: Sold off ER. A lot of shorts in this but on watch to see if it can fill upside gap.
- ◆ SHAK: Huge cup and handle. Looking for \$57 break.
- ◆ SPCE: A lot of call accumulation. Watching for explosive upside breakout.
- ◆ SPY: Upside Gap fill incoming. On watch with general market.
- ◆ TSLA: Strong break Friday. Looking for \$826.45 break to \$870.01 resistance. Factory is not open yet so going to keep watch.
- ◆ TTWO: Looking for \$130 break to retest ATH at \$135 area
- ◆ WMT: Bottomed nice. Upside gap till \$127.
- ◆ WORK: Finally broke inverse H&S. Looking for continuation.
- ◆ XLF: Financial sector. Looking for boom or bust.
- ◆ XLK: Tech sector. Looking for continuation.
- ◆ ZM: Struggling getting over \$162 resistance. On watch.

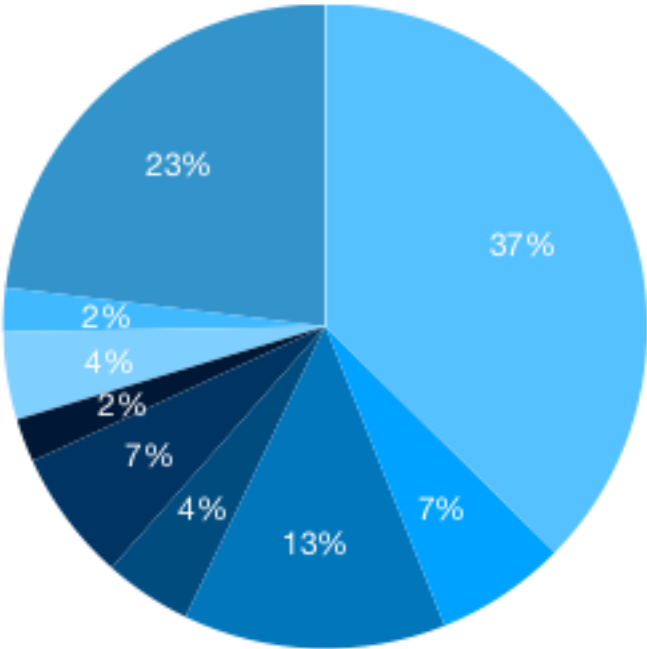


# Portfolio Update

As always we at Oplulent appreciate your business and we look forward to developing our portfolio with your best interests in mind.

Here is your weekly update on your account:

Rehan   Gio   Mubin   Rob   JP   Emmet   Joel   Edin  
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Account total → \$21,979

## The Recovery Plan

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So I am officially setting up our Recovery Plan. Here it is:

Account Break Even - \$47,231

Current Account - \$21,979

To Break Even - \$25,252

Goal: Average \$1,000 a day for 26 days.

\*Achieving \$1,000 a day goal would put account at \$47,979

The error made is one that can not be corrected but it is an issue that can help us grow at Opulent. I have personally already spent countless hours working on improving current trade processes to emphasize efficiency in securing profits and helping the account grow. Slow and steady wins the race and I am so eager to get back to making us money!!

## Closing

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### Quote of the week-

**"Only those who dare to fail greatly can ever achieve greatly."**

**- Robert F. Kennedy**

### Song of the Week-

**30 for 30 Freestyle - Drake**



